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Northern District of California

## UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA SAN JOSE DIVISION

TIBCO SOFTWARE INC.,

Plaintiff,

v.

KAAZING CORPORATION,

Defendant.

Case No. 16-cv-06949-BLF

ORDER RE PLAINTIFF'S NISTRATIVE MOTION TO FILE COMPLAINT AND EXHIBITS A AND B THERETO

[Re: ECF 3]

Before the Court is Plaintiff TIBCO Software Inc.'s ("TIBCO") motion for administrative relief to file under seal portions of its complaint and Exhibits A and B thereto. Mot., ECF 3. For the reasons discussed below, the motion is GRANTED WITHOUT PREJUDICE to Defendants filing an opposition once they have appeared in the case.

## I. LEGAL STANDARD

"Historically, courts have recognized a 'general right to inspect and copy public records and documents, including judicial records and documents." Kamakana v. City & Cty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006) (quoting Nixon v. Warner Commc'ns, Inc., 435 U.S. 589, 597 & n. 7 (1978)). Accordingly, when considering a sealing request, "a 'strong presumption in favor of access' is the starting point." Id. (quoting Foltz v. State Farm Mut. Auto. Ins. Co., 331 F.3d 1122, 1135 (9th Cir. 2003)). Parties seeking to seal judicial records relating to motions that are "more than tangentially related to the underlying cause of action" bear the burden of overcoming the presumption with "compelling reasons" that outweigh the general history of access and the public policies favoring disclosure. Ctr. for Auto Safety v. Chrysler Grp., 809 F.3d 1092, 1099 (9th Cir. 2016); Kamakana, 447 F.3d at 1178–79.

However, "while protecting the public's interest in access to the courts, we must remain

mindful of the parties' right to access those same courts upon terms which will not unduly harm
their competitive interest." Apple Inc. v. Samsung Elecs. Co., Ltd., 727 F.3d 1214, 1228–29 (Fed.
Cir. 2013). Records attached to motions that are "not related, or only tangentially related, to the
merits of a case" therefore are not subject to the strong presumption of access. Ctr. for Auto
Safety, 809 F.3d at 1099; see also Kamakana, 447 F.3d at 1179 ("[T]he public has less of a need
for access to court records attached only to non-dispositive motions because those documents are
often unrelated, or only tangentially related, to the underlying cause of action."). Parties moving
to seal the documents attached to such motions must meet the lower "good cause" standard of
Rule 26(c). Kamakana, 447 F.3d at 1179 (internal quotations and citations omitted). This
standard requires a "particularized showing," id., that "specific prejudice or harm will result" if the
information is disclosed. Phillips ex rel. Estates of Byrd v. Gen. Motors Corp., 307 F.3d 1206,
1210-11 (9th Cir. 2002); see Fed. R. Civ. P. 26(c). "Broad allegations of harm, unsubstantiated
by specific examples of articulated reasoning" will not suffice. Beckman Indus., Inc. v. Int'l Ins.
Co., 966 F.2d 470, 476 (9th Cir. 1992). A protective order sealing the documents during
discovery may reflect the court's previous determination that good cause exists to keep the
documents sealed, see Kamakana, 447 F.3d at 1179-80, but a blanket protective order that allows
the parties to designate confidential documents does not provide sufficient judicial scrutiny to
determine whether each particular document should remain sealed. See Civ. L.R. 79-5(d)(1)(A)
("Reference to a stipulation or protective order that allows a party to designate certain documents
as confidential is not sufficient to establish that a document, or portions thereof, are sealable.").
In addition to making particularized showings of good cause, parties moving to seal documents
must comply with the procedures established by Civ. L.R. 79-5. Pursuant to Civ. L.R. 79-5(b), a
sealing order is appropriate only upon a request that establishes the document is "sealable," or
"privileged or protectable as a trade secret or otherwise entitled to protection under the law." "The
request must be narrowly tailored to seek sealing only of sealable material, and must conform with
Civil L.R. 79-5(d)." Civ. L.R. 79-5(b). In part, Civ. L.R. 79-5(d) requires the submitting party to
attach a "proposed order that is narrowly tailored to seal only the sealable material" which "lists in
table format each document or portion thereof that is sought to be sealed," Civ. L.R. 79-5(d)(1)(b),

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and an "unredacted version of the document" that indicates "by highlighting or other clear method, the portions of the document that have been omitted from the redacted version." Civ. L.R. 79-5(d)(1)(d). "Within 4 days of the filing of the Administrative Motion to File Under Seal, the Designating Party must file a declaration as required by subsection 79-5(d)(1)(A) establishing that all of the designated material is sealable." Civ. L.R. 79-5(e)(1).

## II. **DISCUSSION**

Because the sealing motion at issue relates to TIBCO's complaint, which is more than tangentially related to the merits of the case, it is resolved under the compelling reasons standard.

TIBCO seeks to seal the Software License Agreement ("SLA") between the parties and its amendments, as well as portions of the complaint that reference concrete provisions of those documents. Mot. 2. TIBCO declares that the terms and financial data included in the SLA are highly confidential, and that TIBCO is contractually obligated to keep the terms confidential. Knox Decl. ¶ 4, ECF 3-1. TIBCO also states that disclosure of the terms and financial data in the SLA could subject it to legal liability; could be used by suppliers, customers, and business partners to TIBCO's disadvantage during business negotiations; and/or could result in the loss of trade secret or other legal protection of the information. *Id.* ¶¶ 4, 7–8. TIBCO makes significant efforts to safeguard the information. *Id.*  $\P 5$ .

The Court finds these reasons compelling and the request narrowly tailored. Accordingly, the Court GRANTS TIBCO's motion as to the identified portions of its complaint, and seals Exhibits A and B to the complaint in their entirety.

IT IS SO ORDERED.

Dated: December 19, 2016

United States District Judge

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